109TH CONGRESS 2D SESSION

S. 2291

To provide for the establishment of a biodefense injury compensation program and to provide indemnification for producers of countermeasures.

IN THE SENATE OF THE UNITED STATES

February 15, 2006

Mr. Kennedy (for himself, Mr. Dodd, Mr. Harkin, and Mr. Bingaman) introduced the following bill; which was read twice and referred to the Committee on Health, Education, Labor, and Pensions

A BILL

To provide for the establishment of a biodefense injury compensation program and to provide indemnification for producers of countermeasures.

- 1 Be it enacted by the Senate and House of Representa-
- 2 tives of the United States of America in Congress assembled,
- 3 SECTION 1. SHORT TITLE.
- 4 This Act may be cited as the "Responsible Public
- 5 Readiness and Emergency Preparedness Act".
- 6 SEC. 2. REPEAL.
- 7 The Public Readiness and Emergency Preparedness
- 8 Act (division C of the Department of Defense, Emergency
- 9 Supplemental Appropriations to Address Hurricanes in

- the Gulf of Mexico, and Pandemic Influenza Act, 2006 (Public Law 109–148)) is repealed. SEC. 3. NATIONAL BIODEFENSE INJURY COMPENSATION 4 PROGRAM. 5 (a) Establishment.—Section 224 of the Public Health Service Act (42 U.S.C. 233) is amended by adding at the end the following: 8 "(q) Biodefense Injury Compensation Pro-GRAM.— 10 "(1) Establishment.—There is established 11 the Biodefense Injury Compensation Program (re-12 ferred to in this subsection as the 'Compensation' 13 Program') under which compensation may be paid 14 for death or any injury, illness, disability, or condi-15 tion that is likely (based on best available evidence) 16 to have been caused by the administration of a cov-17 ered countermeasure to an individual pursuant to a 18 declaration under subsection (p)(2). 19 "(2)ADMINISTRATION AND INTERPRETA-20 TION.—The statutory provisions governing the Com-21 pensation Program shall be administered and inter-22 preted in consideration of the program goals de-
- 24 "(3) PROCEDURES AND STANDARDS.—The Sec-25 retary shall by regulation establish procedures and

scribed in paragraph (4)(B)(iii).

1	standards applicable to the Compensation Program
2	that follow the procedures and standards applicable
3	under the National Vaccine Injury Compensation
4	Program established under section 2110, except that
5	the regulations promulgated under this paragraph
6	shall permit a person claiming injury or death re-
7	lated to the administration of any covered counter-
8	measure to file either—
9	"(A) a civil action for relief under sub-
10	section (p); or
11	"(B) a petition for compensation under
12	this subsection.
13	"(4) Injury Table.—
14	"(A) Inclusion.—For purposes of receiv-
15	ing compensation under the Compensation Pro-
16	gram with respect to a countermeasure that is
17	the subject of a declaration under subsection
18	(p)(2), the Vaccine Injury Table under section
19	2114 shall be deemed to include death and the
20	injuries, disabilities, illnesses, and conditions
21	specified by the Secretary under subparagraph
22	(B)(ii).
23	"(B) Injuries, disabilities, illnesses,
24	AND CONDITIONS

"(i) Institute of medicine.—Not 1 2 later than 30 days after making a declara-3 tion described in subsection (p)(2), the Secretary shall enter into a contract with the Institute of Medicine, under which the 6 Institute shall, within 180 days of the date 7 on which the contract is entered into, and 8 periodically thereafter as new information, 9 including information derived from the 10 monitoring of those who were administered countermeasure, becomes available, the 12 provide its expert recommendations on the 13 injuries, disabilities, illnesses, and condi-14 tions whose occurrence in one or more individuals are likely (based on best available 15 16 evidence) to have been caused by the ad-17 ministration of a countermeasure that is 18 the subject of the declaration. 19 "(ii) SPECIFICATION BYSEC-

RETARY.—Not later than 30 days after the receipt of the expert recommendations described in clause (i), the Secretary shall, based on such recommendations, specify those injuries, disabilities, illnesses, and conditions deemed to be included in the

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1	Vaccine Injury Table under section 2114
2	for the purposes described in subparagraph
3	(A).
4	"(iii) Program goals.—The Insti-
5	tute of Medicine, under the contract under
6	clause (i), shall make such recommenda-
7	tions, the Secretary shall specify, under
8	clause (ii), such injuries, disabilities, ill-
9	nesses, and conditions, and claims under
10	the Compensation Program under this sub-
11	section shall be processed and decided tak-
12	ing into account the following goals of such
13	program:
14	"(I) To encourage persons to de-
15	velop, manufacture, and distribute
16	countermeasures, and to administer
17	covered countermeasures to individ-
18	uals, by limiting such persons' liability
19	for damages related to death and such
20	injuries, disabilities, illnesses, and
21	conditions.
22	$"(\Pi)$ To encourage individuals to
23	consent to the administration of a
24	covered countermeasure by providing
25	adequate and just compensation for

damages related to death and such injuries, disabilities, illnesses, or conditions.

"(III) To provide individuals seeking compensation for damages related to the administration of a countermeasure with a non-adversarial administrative process for obtaining adequate and just compensation.

"(iv) Use of Best available evidence, including information from adverse event reporting or other monitoring of those individuals who were administered the countermeasure, whether evidence from clinical trials or other scientific studies in humans is available.

1	"(v) APPLICATION OF SECTION
2	2115.—With respect to section 2115(a)(2)
3	as applied for purposes of this subsection,
4	an award for the estate of the deceased
5	shall be—
6	"(I) if the deceased was under
7	the age of 18, an amount equal to the
8	amount that may be paid to a sur-
9	vivor or survivors as death benefits
10	under the Public Safety Officers' Ben-
11	efits Program under subpart 1 of part
12	L of title I of the Omnibus Crime
13	Control and Safe Streets Act of 1968
14	(42 U.S.C. 3796 et seq.); or
15	"(II) if the deceased was 18
16	years of age or older, the greater of—
17	"(aa) the amount described
18	in subclause (I); or
19	"(bb) the projected loss of
20	employment income, except that
21	the amount under this item may
22	not exceed an amount equal to
23	400 percent of the amount that
24	applies under item (aa).

1	"(vi) Application of section
2	2116.—Section 2116(b) shall apply to in-
3	juries, disabilities, illnesses, and conditions
4	initially specified or revised by the Sec-
5	retary under clause (ii), except that the ex-
6	ceptions contained in paragraphs (1) and
7	(2) of such section shall not apply.
8	"(C) Rule of construction.—Section
9	13632 (a)(3) of Public Law 103-66 (107 Stat.
10	646) (making revisions by Secretary to the Vac-
11	cine Injury Table effective on the effective date
12	of a corresponding tax) shall not be construed
13	to apply to any revision to the Vaccine Injury
14	Table made under regulations under this para-
15	graph.
16	"(5) Application.—The Compensation Pro-
17	gram applies to any death or injury, illness, dis-
18	ability, or condition that is likely (based on best
19	available evidence) to have been caused by the ad-
20	ministration of a covered countermeasure to an indi-
21	vidual pursuant to a declaration under subsection
22	(p)(2).
23	"(6) Special masters.—
24	"(A) HIRING.—In accordance with section
25	2112, the judges of the United States Claims

- 1 Court shall appoint a sufficient number of spe-2 cial masters to address claims for compensation 3 under this subsection.
 - "(B) BUDGET AUTHORITY.—There are appropriated to carry out this subsection such sums as may be necessary for fiscal year 2006 and each fiscal year thereafter. This subparagraph constitutes budget authority in advance of appropriations and represents the obligation of the Federal Government.
- 11 "(7) COVERED COUNTERMEASURE.—For pur-12 poses of this subsection, the term 'covered counter-13 measure' has the meaning given to such term in sub-14 section (p)(7)(A).
- "(8) Funding.—Compensation made under the Compensation Program shall be made from the same source of funds as payments made under subsection (p).".
- 19 (b) Effective Date.—This section shall take effect 20 as of November 25, 2002 (the date of enactment of the 21 Homeland Security Act of 2002 (Public Law 107–296; 22 116 Stat. 2135)).

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1	SEC. 4. INDEMNIFICATION FOR MANUFACTURERS AND
2	HEALTH CARE PROFESSIONALS WHO ADMIN-
3	ISTER MEDICAL PRODUCTS NEEDED FOR
4	BIODEFENSE.
5	Section 224(p) of the Public Health Service Act (42
6	U.S.C. 233(p)) is amended—
7	(1) in the subsection heading by striking
8	"SMALLPOX";
9	(2) in paragraph (1), by striking "against
10	smallpox";
11	(3) in paragraph (2)—
12	(A) in the paragraph heading, by striking
13	"AGAINST SMALLPOX"; and
14	(B) in subparagraph (B), by striking
15	clause (ii);
16	(4) by striking paragraph (3) and inserting the
17	following:
18	"(3) Exclusivity; offset.—
19	"(A) Exclusivity.—With respect to an
20	individual to which this subsection applies, such
21	individual may bring a claim for relief under—
22	"(i) this subsection;
23	"(ii) subsection (q); or
24	"(iii) part C.
25	"(B) ELECTION OF ALTERNATIVES.—An
26	individual may only pursue one remedy under

subparagraph (A) at any one time based on the same incident or series of incidents. An individual who elects to pursue the remedy under subsection (q) or part C may decline any compensation awarded with respect to such remedy and subsequently pursue the remedy provided for under this subsection. An individual who elects to pursue the remedy provided for under this subsection may not subsequently pursue the remedy provided for under the remedy provided for under subsection (q) or part C.

"(C) STATUTE OF LIMITATIONS.—For purposes of determining how much time has lapsed when applying statute of limitations requirements relating to remedies under subparagraph (A), any limitation of time for commencing an action, or filing an application, petition, or claim for such remedies, shall be deemed to have been suspended for the periods during which an individual pursues a remedy under such subparagraph.

"(D) Offset.—The value of all compensation and benefits provided under subsection (q) or part C of this title for an incident or series of incidents shall be offset against the amount

1 of an award, compromise, or settlement of 2 money damages in a claim or suit under this 3 subsection based on the same incident or series 4 of incidents."; 5 (5) in paragraph (6)— 6 (A) in subparagraph (A), by inserting "or under subsection (q) or part C" after "under 7 8 this subsection"; and 9 (B) by redesignating subparagraph (B) as 10 subparagraph (C); 11 (C) by inserting after subparagraph (A), 12 the following: 13 "(B) Grossly negligent, reckless, or 14 CONDUCT ILLEGAL AND WILLFUL MIS-15 CONDUCT.—For purposes of subparagraph (A), 16 grossly negligent, reckless, or illegal conduct or 17 willful misconduct shall include the administra-18 tion by a qualified person of a covered counter-19 measure to an individual who was not within a 20 category of individuals covered by a declaration 21 under subsection (p)(2) with respect to such countermeasure where the qualified person fails 22 23 to have had reasonable grounds to believe such 24 individual was within such a category."; and 25 (D) by adding at the end the following:

1	"(D) Liability of the united
2	STATES.—The United States shall be liable
3	under this subsection with respect to a claim
4	arising out of the manufacture, distribution, or
5	administration of a covered countermeasure re-
6	gardless of whether—
7	"(i) the cause of action seeking com-
8	pensation is alleged as negligence, strict li-
9	ability, breach of warranty, failure to warn,
10	or other action; or
11	"(ii) the covered countermeasure is
12	designated as a qualified anti-terrorism
13	technology under the SAFETY Act (6
14	U.S.C. 441 et seq.)."
15	"(E) GOVERNING LAW.—Notwithstanding
16	the provisions of section 1346(b)(1) and chap-
17	ter 171 of title 28, United States Code, as they
18	relate to governing law, the liability of the
19	United States as provided in this subsection
20	shall be in accordance with the law of the place
21	of injury.
22	"(F) Military personnel and united
23	STATES CITIZENS OVERSEAS.—
24	"(i) MILITARY PERSONNEL.—The li-
25	ability of the United States as provided in

this subsection shall extend to claims
United States military personnel.

"(ii) CLAIMS ARISING IN A FOREIGN COUNTRY.—Notwithstanding the provisions of section 2680(k) of title 28, United States Code, the liability of the United States as provided for in the subsection shall extend to claims based on injuries arising in a foreign country where the injured party is a member of the United States military, is the spouse or child of a member of the United States military, or is a United States citizen.

"(iii) GOVERNING LAW.—With regard to all claims brought under clause (ii), and notwithstanding the provisions of section 1346(b)(1) and chapter 171 of title 28, United States Code, and of subparagraph (C), as they relate to governing law, the liability of the United States as provided in this subsection shall be in accordance with the law of the claimant's domicile in the United States or most recent domicile with the United States."; and

1	(6) in paragraph (7)—
2	(A) by striking subparagraph (A) and in-
3	serting the following:
4	"(A) COVERED COUNTERMEASURE.—The
5	term 'covered countermeasure', means—
6	"(i) a substance that is—
7	"(I)(aa) used to prevent or treat
8	smallpox (including the vaccinia or
9	another vaccine); or
10	"(bb) vaccinia immune globulin
11	used to control or treat the adverse
12	effects of vaccinia inoculation; and
13	"(II) specified in a declaration
14	under paragraph (2); or
15	"(ii) a drug (as such term is defined
16	in section 201(g)(1) of the Federal Food,
17	Drug, and Cosmetic Act), biological prod-
18	uct (as such term is defined in section
19	351(i) of this Act), or device (as such term
20	is defined in section 201(h) of the Federal
21	Food, Drug, and Cosmetic Act) that—
22	"(I) the Secretary determines to
23	be a priority (consistent with sections
24	302(2) and 304(a) of the Homeland
25	Security Act of 2002) to treat, iden-

1	tify, or prevent harm from any bio-
2	logical, chemical, radiological, or nu-
3	clear agent identified as a material
4	threat under section 319F-
5	2(e)(2)(A)(ii), or to treat, identify, or
6	prevent harm from a condition that
7	may result in adverse health con-
8	sequences or death and may be caused
9	by administering a drug, biological
10	product, or device against such an
11	agent;
12	"(II) is—
13	"(aa) authorized for emer-
14	gency use under section 564 of
15	the Federal Food, Drug, and
16	Cosmetic Act, so long as the
17	manufacturer of such drug, bio-
18	logical product, or device has—
19	"(AA) made all reason-
20	able efforts to obtain appli-
21	cable approval, clearance, or
22	licensure; and
23	"(BB) cooperated fully
24	with the requirements of the

1	Secretary under such section
2	564; or
3	"(bb) approved or licensed
4	solely pursuant to the regulations
5	under subpart I of part 314 or
6	under subpart H of part 601 of
7	title 21, Code of Federal Regula-
8	tions (as in effect on the date of
9	enactment of the National Bio-
10	defense Act of 2005); and
11	"(III) is specified in a declaration
12	under paragraph (2)."; and
13	(B) in subparagraph (B)—
14	(i) by striking clause (ii), and insert-
15	ing the following:
16	"(ii) a health care entity, a State, or
17	a political subdivision of a State under
18	whose auspices such countermeasure was
19	administered;" and
20	(vi) in clause (viii), by inserting before
21	the period "if such individual performs a
22	function for which a person described in
23	clause (i), (ii), or (iv) is a covered person".